

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Primary Government Financial Statements
With Independent Auditor's Report
As of and for the Year Ended
December 31, 2011
With Supplemental Information Schedules

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date **MAY 16 2012**

**Franklin Parish Police Jury
Winnsboro, Louisiana**

**Primary Government Financial Statements
With Independent Auditor's Report
As of and for the Year Ended
December 31, 2011
With Supplemental Information Schedules**

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Required Supplemental Information (Part I)
Management's Discussion and Analysis

Franklin Parish Police Jury
Winnsboro, Louisiana
Management's Discussion and Analysis
December 31, 2011
(Unaudited)

As management of the Franklin Parish Police Jury, we offer readers of the police jury's financial statements this narrative overview and analysis of the financial activities of the police jury for the year ended December 31, 2011. We encourage readers to consider the information presented here, in conjunction with the basic financial statements, and the supplementary information provided in this report in assessing the efficiency and effectiveness of our stewardship of public resources.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Franklin Parish Police Jury's basic financial statements. The police jury's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the Franklin Parish Police Jury's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Franklin Parish Police Jury's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the police jury is improving or deteriorating.

The statement of activities presents information showing how the police jury's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned but not taken annual leave).

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Franklin Parish Police Jury, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the current funds of the police jury are included in one category - governmental funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of

the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Franklin Parish Police Jury maintains 22 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Workforce Investment Act, the Road and Bridge, Drainage Maintenance, Parish Equipment, and Sales Tax special revenue funds, which are considered to be a major funds. Data from the other funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules in the other supplemental information section of the report.

Franklin Parish Police Jury adopts an annual appropriated budget for the General Fund and all special revenue funds. Budgetary comparison schedules are provided in the Required Supplemental Information (Part II) for the major funds to demonstrate compliance with this budget.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain other supplemental information concerning the Franklin Parish Police Jury. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplemental information section.

Government-Wide Financial Analysis As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. At the close of the fiscal year, assets of the Franklin Parish Police Jury exceeded liabilities by \$23,779,083. Of those net assets, \$18,767,185 represents the police jury's investment in capital assets net of accumulated depreciation. These assets are not available for future spending. The remaining net assets are made up of bank balances, receivables, and prepaid assets.

Statement of Net Assets		
Assets	2011	2010
Cash and cash equivalents	\$4,580,887	\$4,398,915
Receivables	2,771,082	2,111,787
Prepaid assets	4,389	7,989
Capital assets (net)	18,767,185	19,440,071
Total Assets	\$26,123,543	\$25,958,762
Liabilities		
Bank overdraft	\$8,289	
Accounts payable	293,848	\$254,503

Salaries payable	\$23,025	\$19,799
Payroll withholding payable	66,599	62,913
Compensated absences payable	115,526	116,305
Capital leases payable	277,982	260,483
Certificates of indebtedness payable		86,024
Due to others	20,000	20,000
Net OPEB obligation	1,151,409	759,071
Deferred revenues - Protest taxes	387,782	356,619
Total Liabilities	\$2,344,460	\$1,935,717
Net Assets		
Invested in capital assets, net of related debt	\$18,489,203	\$19,093,564
Unrestricted	5,289,880	4,929,481
Total Net Assets	\$23,779,083	\$24,023,045

Financial Analysis of the Government's Funds Franklin Parish Police Jury uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term revenue, expenditures, and balances of expendable resources. This information is used in assessing the financing requirements of the police jury. Unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2011, combined governmental fund balances of \$6,556,815 showed an increase of \$751,140 over December 31, 2010. The General Fund's balance of \$333,724 showed an increase of \$47,402 from the 2010 balance of \$286,322.

Budgetary Highlights

GENERAL FUND - The differences in revenues were due to increases in ad valorem taxes, licenses and permits, federal funds, severance taxes, and fire insurance rebate and a decrease in operating transfer in. Expenditures required an increase in finance and administrative, public works, and operating transfers out.

WORKFORCE INVESTMENT ACT - There were no amendments to the budget.

ROAD AND BRIDGE - The differences in revenues were due to increases in sales tax, federal funds, local funds and other financing sources. Expenditures required an increase in public works and capital outlay.

SALES TAX - There were no amendments to the budget.

DRAINAGE MAINTENANCE - The differences in expenditures required an increase in public works. Revenues required a decrease in ad valorem taxes and an increase in operating transfers in.

PARISH EQUIPMENT - The differences in expenditures required an increase in public works and capital outlay. Revenues required an increase in state revenue sharing and proceeds from leases.

Capital Asset and Debt Administration

Capital Assets. The Franklin Parish Police Jury's investment in capital assets for its governmental activities as of December 31, 2011, amounts to \$18,767,185 (net accumulated depreciation). This investment includes land, buildings and improvements, infrastructure roads and bridges, and furniture and equipment. The

increase in capital assets for the year was \$783,747. Reductions in capital assets for the year ended December 31, 2011 were \$227,494.

Long-Term Debt. The Franklin Parish Police Jury had long-term debt at 12/31/11 relating to compensated absences totaling \$115,526. At the end of the fiscal year, the Franklin Parish Police Jury also had debt outstanding, in the form of leases, of \$277,982, which will be paid in full within four years. During the year ended December 31, 2011, \$106,676 of debt was paid in accordance with the debt agreement. The Franklin Parish Police Jury contributes to a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides lifetime healthcare insurance for eligible retirees through the sheriff's group health insurance plan. Net OPEB obligation associated with the Retiree Health Plan at December 31, 2011 is \$1,151,409.

Requests for Information

This financial report is designed to be a summary of the Franklin Parish Police Jury's finances. If there are any questions regarding any information, a request can be made in writing to the Franklin Parish Police Jury, at 6558 Main Street, Winnsboro, Louisiana 71295. Our telephone number is (318) 435-9429.

Independent Auditor's Report

Franklin Parish Police Jury
Winnsboro, Louisiana

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Franklin Parish Police Jury as of and for the year ended December 31, 2011, which collectively comprise the basic financial statements of the parish's primary government as listed in the table of contents. These financial statements are the responsibility of Franklin Parish Police Jury's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

The financial statements do not include financial data of the police jury's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data of those component units to be reported with the financial data of the parish's primary government unless the police jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The police jury has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the statement of net assets and the statement of activities are understated by the amount of assets, liabilities, net assets, revenues, and expenses of the aggregate discretely presented component units. In addition, the aggregate remaining fund information is understated by the amount of assets, liabilities, fund balance, revenues, and expenditures of the omitted component units. The amounts by which this departure would affect the financial statements is not reasonably determinable.

In my opinion, because of the omission of the discretely presented component units, as discussed above, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the aggregate discretely presented component units of Franklin Parish Police Jury as of December 31, 2011, of the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In addition, in my opinion, except for the effects of omitting blended component units as discussed above, the financial statements referred to above present fairly, in all material respects, the financial position of the aggregate remaining fund information for the primary government of Franklin Parish as of December 31, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

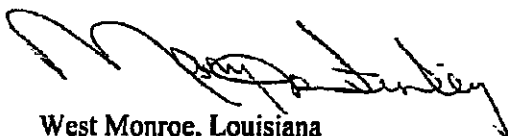
Franklin Parish Police Jury
Winnsboro, Louisiana
Independent Auditor's Report,
December 31, 2011

Further, in my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Franklin Parish Police Jury as of December 31, 2011, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 8, the budgetary comparison information on pages 38 through 41, and the schedule of funding progress for the retiree healthcare plan on page 42 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Franklin Parish Police Jury's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

In accordance with *Government Auditing Standards*, I have also issued a report dated February 15, 2012, on the Franklin Parish Police Jury's compliance with certain provisions of laws, regulations, contracts and grants and my consideration of the agency's internal control over financial reporting. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.



West Monroe, Louisiana
February 15, 2012

Basic Financial Statements

Statement A

**Franklin Parish Police Jury
Winnsboro, Louisiana
Governmental Activities
Statement of Net Assets
December 31, 2011**

Assets	
Cash and cash equivalents	\$4,580,887
Receivables	2,771,082
Prepaid assets	4,389
Capital assets (net)	<u>18,767,185</u>
Total Assets	<u>\$26,123,543</u>
Liabilities	
Cash overdraft	\$8,289
Accounts payable	293,848
Salaries payable	23,025
Payroll withholding payable	66,599
Compensated absences payable	115,526
Capital leases payable	277,982
Due to others (damage deposit)	20,000
Net OPEB obligation	1,151,409
Deferred revenues - protest taxes	<u>387,782</u>
Total Liabilities	<u>\$2,344,460</u>
Net Assets	
Invested in capital assets, net of related debt	\$18,489,203
Unrestricted	<u>5,289,880</u>
Total Net Assets	<u>\$23,779,083</u>

See accompanying notes to basic financial statements.

Statement B

Franklin Parish Police Jury
Winnsboro, Louisiana
Statement of Activities
For the Year Ended December 31, 2011

Functions:	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
General government	\$858,983	\$270,577		\$86,185	(\$502,221)
Public safety	498,801		\$122,497		(376,304)
Public works	7,106,660		213,874	1,423,373	(5,469,413)
Health and welfare	363,446		53,019		(310,427)
Culture and recreation	99,044	47,911			(51,133)
Economic development and assistance	1,586,472		1,524,127		(62,345)
Total governmental activities	\$10,513,406	\$318,488	\$1,913,517	\$1,509,558	(6,771,843)
General revenues:					
Taxes:					
Ad valorem taxes					2,531,974
Sales taxes					3,582,979
State revenue sharing					179,081
Fire insurance rebate					75,382
Other taxes, penalties, and interest					13,385
Grants and contributions not restricted to specific programs					97,635
Licenses and permits					148,028
Unrestricted investment earnings					46,536
Gain (Loss) on disposal of assets					(92,250)
Other					5,988
Total general revenues					6,588,738
Change in net assets					(183,105)
Net assets at beginning of year					23,962,188
Net assets at end of year					\$23,779,083

See accompanying notes to basic financial statements.

Statement C

Franklin Parish Police Jury
Winnsboro, Louisiana
Governmental Funds
Balance Sheet December 31, 2011

	General	Road and Bridge	Drainage Maintenance	Parish Equipment	Sales Tax	Other Governmental Funds	Total Governmental Funds
Assets							
Cash and equivalents	\$167,925	\$1,039,390	\$249,283	\$411,137	\$1,284,660	\$1,428,492	\$4,580,887
Receivables	254,505	234,116	721,851	524,747	90,665	945,198	2,771,082
Prepaid assets				3,009		1,380	4,389
Due from other funds	73,826	17,784	11	28		25,221	116,870
Total Assets	\$496,256	\$1,291,290	\$971,145	\$938,921	\$1,375,325	\$2,400,291	\$7,473,228
Liabilities and Fund Balances							
Liabilities:							
Cash overdraft						\$8,289	\$8,289
Accounts payable	\$18,995	\$84,474	\$29,253	\$19,865	\$85,338	55,923	293,848
Salaries payable	2,356	8,878	8,974			2,817	23,025
Payroll withholdings payable	66,537	62					66,599
Due to other funds	42,067	1,136		84	52,306	21,277	116,870
Due to others (damage deposits)		20,000					20,000
Deferred revenues - protest taxes	32,577		102,735	74,705		177,765	387,782
Total Liabilities	162,532	114,550	140,962	94,654	137,644	266,071	916,413
Fund Equity - fund balances:							
Non-spendable		20,000		3,009		1,380	24,389
Restricted:							
Other General Government						605,135	605,135
Health and welfare						349,644	349,644
Public safety						545,970	545,970
Public works						446,060	4,511,922
Economic development		1,156,740	830,183	841,258	1,237,681	146,442	146,442
Committed						38,872	38,872
Assigned						717	717
Unassigned	333,724						333,724
Total Fund Equity - fund balances	333,724	1,176,740	830,183	844,267	1,237,681	2,134,220	6,556,815
Total Liabilities and Fund Balances	\$496,256	\$1,291,290	\$971,145	\$938,921	\$1,375,325	\$2,400,291	\$7,473,228

See accompanying notes to basic financial statements.

Franklin Parish Police Jury
Winnsboro, Louisiana
Reconciliation of Governmental Funds Balance Sheet to
Statement of Net Assets
December 31, 2011

Total fund balance - governmental funds (Statement C)		\$6,556,815
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources		18,767,185
Long term liabilities:		
Compensated absences payable	(\$115,526)	
Capital leases payable	(277,982)	
Net OPEB obligation	<u>(1,151,409)</u>	<u>(1,544,917)</u>
Net assets of governmental activities (Statement A)		<u>\$23,779,083</u>

See accompanying notes to basic financial statements.

Statement D

Franklin Parish Police Jury
Winnsboro, Louisiana
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2011

	General	Workforce Investment Act	Road and Bridge	Drainage Maint	Parish Equipment	Sales Tax	Other Governmental Funds	Total Governmental Funds
REVENUES								
Taxes:								
Ad valorem	\$213,766		\$2,372,245	\$765,512	\$556,487	\$1,185,734	\$996,209	\$2,531,974
Sales	13,385						25,000	3,582,979
Other taxes, penalties, and interest Licenses and permits	148,028							13,385
Intergovernmental revenues:								148,028
Federal funds	194,898	\$1,523,524	215,141				882,232	2,815,795
State funds:								
Severance taxes	97,635							97,635
Fire insurance rebate	53,043						22,339	75,382
State revenue sharing	17,473			58,495	42,523		60,590	179,081
Parish transportation			285,724					285,724
Other	55,245		5,509				7,400	60,754
Local funds			115,872					123,272
Fees, charges, and commissions for services	73,631					4,998	87,766	166,395
Fines and forfeitures							160,880	160,880
Use of money and property	1,871		11,044	3,081	3,536	11,866	15,138	46,536
Other	24,229		62,504	35,470	28		11,684	133,915
Total revenues	893,204	1,523,524	3,068,039	862,558	602,574	1,202,598	2,269,238	10,421,735
EXPENDITURES								
Current:								
General government:								
Legislative	83,326						198,336	83,326
Judicial	66,728							265,064
Elections	28,037							28,037
Finance and administrative	229,119						192,000	229,119
Other							111,591	192,000
Public safety	265,680						902,122	377,271
Public works	90,302		2,412,637	907,446	366,912	1,093,339		5,772,758

Health and welfare	51,920					193,098	245,018
Culture and recreation	21,206					29,996	51,202
Economic development and assistance	35,588	1,523,524				27,360	1,586,472
Debt service						158,551	217,856
Capital outlay			486,668	2,165	59,305	164,750	783,747
Total expenditures			2,899,305	909,611	130,164	1,977,804	9,831,870
EXCESS (Deficiency) OF	871,906	1,523,524			556,381	1,093,339	
REVENUES OVER EXPENDITURES	21,298	NONE	168,734	(47,053)	46,193	109,259	589,865
OTHER FINANCING						291,434	
SOURCES (Use)							
Operating transfers in	49,500		37,100	35,000		26,789	111,289
Proceeds from disposal of assets					124,175		37,100
Proceeds from lease							124,175
Operating transfers out	(23,396)					(87,893)	(111,289)
Total other financing sources (use)	26,104	NONE	37,100	35,000	124,175	(61,104)	161,275
EXCESS (Deficiency) OF REVENUES						NONE	
AND OTHER FINANCING SOURCES							
OVER EXPENDITURES AND OTHER							
USE	47,402	NONE	205,834	(12,053)	170,368	230,330	751,140
FUND BALANCES - BEGINNING	286,322	NONE	970,906	842,236	673,899	1,903,890	5,805,675
FUND BALANCES - ENDING	\$333,724	NONE	\$1,176,740	\$830,183	\$844,267	\$2,134,220	\$6,556,815

See accompanying notes to basic financial statements.

Franklin Parish Police Jury
Winnsboro, Louisiana
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2011

Net change in fund balances - total governmental funds (Statement D)	\$751,140
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$783,747) exceeded depreciation (\$1,266,424) in the current period.	(482,677)
The issuance of long term debt (lease) and payments on the leases are treated in governmental activities as other financing sources and uses, whereas those transactions are not reported in the government wide statement of activities but are carries to the statement of net assets.	(17,499)
Payments of long-term debt, including contributions to OPEB obligation, are reported as expenditures in governmental funds. However, those amounts are a reduction of long-term liabilities in the Statement of Net Assets and are not reflected in the Statement of Activities.	(392,338)
The issuance of long term debt (certificate of indebtedness) and payments on the certificates are treated in governmental activities as other financing sources and uses, whereas those transactions are not reported in the government wide statement of activities but are carries to the statement of net assets.	86,024
Governmental funds do not report gain or loss on disposition of assets. In the Statement of Activities, gain on disposition of assets increased when the asset is disposed.	(128,534)
In the Statement of Activities, certain operating expenses - compensated absences - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	<u>779</u>
Change in net assets of governmental activities (Statement B)	<u><u>(\$183,105)</u></u>

See accompanying notes to basic financial statements.

Notes to the Financial Statements

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 2011

Introduction

The Franklin Parish Police Jury is the governing authority for Franklin Parish and is a political subdivision of the State of Louisiana. The police jury is governed by seven jurors representing the various districts within the parish. The jurors serve four-year terms which expire in January, 2016.

Louisiana Revised Statute 33:1236 gives the police jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of those are the powers to make regulations for their own government, to regulate the construction and maintenance of roads and bridges, to regulate the construction and maintenance of drainage systems, to regulate the sale of alcoholic beverages, and to provide for the health and welfare of the poor, disadvantaged, and unemployed in the parish. Funding to accomplish these tasks is provided by ad valorem taxes, sales taxes, beer and alcoholic beverage permits, state revenue sharing, and various other state and federal grants.

In accomplishing its objectives, the police jury also has the authority to create special districts (component units) within the parish. The districts perform specialized functions, such as fire protection, water distribution, sewerage collection and disposal, drainage control, library facilities, and health care facilities.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the jury is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the police jury may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. In accordance with GASB Statement 14, the reporting entity for Franklin Parish consist of the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

GASB Statement No. 14 established criteria for determining which component units should be considered part of Franklin Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and:
 - a. The ability of the police jury to impose its will on that

Franklin Parish Police Jury
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

- organization and/or
- b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the previous criteria, the police jury has determined that the following component units are part of the reporting entity:

	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Franklin Parish:		
Library	December 31	1 & 3
Tourist Commission	December 31	1 & 3
Assessor	December 31	2 & 3
Clerk of Court	June 30	2 & 3
Sheriff	June 30	2 & 3
Communications District	December 31	1 & 3
Hospital Service District No. 1	December 31	1 & 3
Sewerage District No. 1	June 30	1 & 3
Sewerage District No. 2	December 31	1 & 3
Elam Sewer District	December 31	1 & 3
Fire District No. 2	December 31	1 & 3
Fire District No. 3	December 31	1 & 3
Fire District No. 4	December 31	1 & 3
Fifth Judicial District Criminal Court	December 31	3
Crowville Fire District	December 31	1 & 3

Considered in the determination of component units of the reporting entity were the Franklin Parish School Board and the various municipalities in the parish. It was determined that these governmental entities are not component units of the Franklin Parish Police Jury reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Franklin Parish Police Jury.

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

GASB Statement 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. However, the primary government's (police jury's) financial statements are not a substitute for the reporting entity's financial statements. The accompanying primary government financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental units.

The police jury has chosen to issue financial statements of the primary government (police jury) only; therefore, none of the previously listed component units, except as discussed in the following paragraph, are included in the accompanying primary government financial statements. These financial statements are not intended to and do not report on the Franklin Parish reporting entity but rather are intended to reflect only the financial statements of the primary government (police jury).

These primary government (police jury) financial statements include all funds and organizations for which the police jury maintains the accounting records. Organizations for which the police jury maintains the accounting records include the Fifth Judicial District Criminal Court, Fire District No. 2, Fire District No. 3, Fire District No. 4, Elam Sewer District and the Franklin Parish Tourist Commission.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and, where applicable, proprietary and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and, where

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

applicable, major individual enterprise funds are reported as separate columns in the fund financial statements.

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are proprietary and fiduciary fund financial statements, where applicable. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Ad valorem taxes, state revenue sharing, and federal and state grants are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the police jury.

The police jury reports the following major governmental funds:

The General Fund is the police jury's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund

The Workforce Investment Act (WIA) Fund accounts for grants from the United States Department of Labor passed through the Louisiana Department of Labor. Grants are subsequently transferred to the Franklin Parish Community Action Association, Incorporated, which administers the program under contract with the police jury. The WIA program provides job training and related assistance to economically disadvantaged individuals. The ultimate goal of the program is to move trainees into permanent, self-sustaining employment.

Franklin Parish Police Jury
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

The Road and Bridge Fund accounts for the construction, repair, and maintenance of roads and bridges on a parish wide basis. Financing is provided by ad valorem taxes, state revenue sharing, Parish Transportation Act funds, and operating transfers from the General Fund.

The Sales Tax Fund accounts for the payments made for the garbage pick-up in Franklin Parish. Financing is provided by a one-half cent sales tax paid on purchases made in Franklin Parish.

The Drainage Maintenance Fund accounts for maintenance of storm drainage systems and watershed programs in the parish. Financing is provided by ad valorem taxes.

The Parish Equipment Fund accounts for acquisition and maintenance of police jury equipment. Financing is provided by a parishwide ad valorem tax.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The police jury has elected not to follow subsequent private-sector guidance. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the police jury's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Deposits and Investments

The police jury's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. State law and the police jury's investment policy allow the police jury to invest in collateralized certificates of deposits, government backed securities, commercial

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

paper, the Louisiana Asset Management Pool (a state sponsored investment pool), and mutual funds consisting solely of government backed securities. Investments for the police jury are reported at fair value.

D. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources

All property tax receivables are shown net of an allowance for uncollectibles. Ad valorem taxes are assessed on a calendar year basis and attach as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15th. Ad valorem taxes become delinquent if not paid by December 31st. The taxes are normally collected in December of the current year and January and February of the ensuing year. The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parishwide taxes:			
General:			
Outside municipalities	3.52	3.65	Indefinite
Inside municipalities	1.76	1.82	Indefinite
Equipment	7.84	8.12	2012
Health Unit	3.16	3.24	2019
Drainage maintenance	10.77	11.17	2012
Road equipment and salary adjustment	4.19	4.26	2018
Courthouse maintenance	3.92	4.07	2012
Fire district 2	10.42	10.53	2015
Fire district 3	10.37	15.00	2017
Fire district 4	10.20	10.66	2019

The difference between authorized and levied millage is the result of reassessments of taxable property within the parish as required by Article 7, Section 18 of the Louisiana Constitution of 1974. The following

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

are the principal taxpayers for the parish and their 2011 assessed valuation (amounts expressed in thousands):

	2011 Assessed Valuation	Percent of Total Assessed Valuation
Regency Intrastate	\$9,037,511	13.05%
Entergy Louisiana, Inc.	2,978,260	4.30%
ETC Tiger Pipeline, LLC	2,580,670	3.73%
Tennessee Gas Pipeline Co	1,670,340	2.41%
Columbia Gulf Transmission	1,589,170	2.29%
Northeast Louisiana Power	1,521,770	2.20%
ANR Pipeline Company	1,265,640	1.83%
Winnsboro State Bank	1,210,913	1.75%
Precision Drilling Co.	1,135,700	1.64%
Bellsouth Telecommunications	1,126,730	1.63%
Total	<u>\$24,116,704</u>	<u>34.83%</u>

E. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads and bridges) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Approximately 92% of the police jury's non-infrastructure assets are based on actual costs while the remaining 8% are based on the actual historical costs of like items. The cost of infrastructure assets (roads and bridges) acquired prior to 2011 are based on current replacement cost adjusted to their year of acceptance into the parish road system using the U.S. Department of Labor's producer price index. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The police jury maintains a threshold level of \$1,000 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend their useful lives are not capitalized.

All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following useful lives:

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

<u>Description</u>	<u>Estimated Lives</u>
Infrastructure roads and bridges	20 - 40 Years
Buildings and building improvements	10 - 40 Years
Furniture and fixtures	5 - 10 Years
Vehicles	5 - 10 Years
Heavy equipment	5 - 10 Years
Other equipment	5 - 10 Years

F. Annual and Sick Leave

After one year of service, employees of the police jury are granted from 5 to 20 days of annual leave each year, depending upon length of service. Upon resignation or retirement an employee will be compensated for annual leave accumulated to the date of separation, not to exceed 90 days. Any days over 90 will be credited to their retirement. Employees are granted one day of sick leave for each month of continuous employment and can accumulate up to 90 days sick leave. Employees are not compensated for accumulated sick leave upon separation of service.

Criminal court employees earn from 5 to 10 days of annual leave each year. Sick leave is granted to employees on an as needed basis. Neither annual leave nor sick leave may be accumulated. Employees are not paid for unused annual and sick leave upon separation of service.

The Franklin Parish Tourist Commission has no employees and, therefore, no annual and sick leave policies.

At December 31, 2011, employees of the police jury had accumulated and vested \$115,526 of employee leave benefits, computed in accordance with GASB Codification C60. The liability is recorded within the general long-term obligations account group.

The cost of leave privileges, computed in accordance with the previous codification, is recognized as a current year expenditure within the various funds when leave is actually taken or when employees are paid for accrued annual leave upon resignation or retirement, while the cost of leave privileges not requiring current resources is recorded in the general long-term obligations account group.

G. Sales Taxes

On January 19, 2002, voters of the parish approved the renewal of a one-half of one per cent sales and use tax which is dedicated for the purpose of solid waste collection and disposal.

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

The renewal tax is for a period of five years beginning December 1, 2003, and ending November 30, 2008. On November 14, 2009, voters of the parish approved the renewal of a ½% sales and use tax for a period of 5 years. On January 19, 2002, voters of the parish approved the renewal of a one per cent sales and use tax which is dedicated for the construction, operation, and maintenance of roads and bridges within the parish. The renewal tax is for a period of ten years beginning July 1, 2003, and ending June 30, 2013. The police jury entered into an agreement with the Franklin Parish School Board whereby the school board provides collection services for a pro rata fee of the total based on taxes collected by the school board.

On March 5, 1985, as provided by Louisiana Revised Statute 33:4574, the police jury levied a two per cent tax on the occupancy of all hotel/motel rooms in the parish. Proceeds of the tax are used by the Franklin Parish Tourist Commission for the purpose of promoting tourism in the parish. The Franklin Parish School Board collects and remits the taxes, net of collection costs, to the police jury.

H. Fund Balances

In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the police jury classifies governmental fund balances as follows:

- *Non-spendable* - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- *Restricted* - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or grantors, or amounts constrained due to constitutional provisions or enabling legislation.
- *Committed* - includes fund balance amounts that are constrained for specific purposes that are internal imposed by the police jury through formal action of the police jury itself and does not lapse at year-end.
- *Assigned* - Includes fund balance amounts that are intended to be used for a specific purpose that are considered to be neither restricted or committed. Fund balance can be assigned by the Secretary/Treasurer.
- *Unassigned* - includes fund balance amounts within the General Fund which has not been classified within the above-mentioned categories and negative fund balances in other governmental funds.

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

2. CASH AND EQUIVALENTS

Under state law, the police jury may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 2011, the police jury has cash (book balances), in total of \$4,572,598, consisting of demand deposits.

These deposits are stated at cost, which approximates market. Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Cash (bank balances) at December 31, 2011, are secured in total as follows:

Bank Balances	<u>\$4,655,560</u>
Federal deposit insurance	\$251,239
Pledged securities (uncollateralized)	<u>5,600,000</u>
Total	<u>\$5,851,239</u>

Because the pledged securities are held by a custodial bank in the name of the fiscal agent bank rather than in the name of the police jury, they are considered uncollateralized (Category 3) under the provisions of GASB Codification C20.106. However, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the police jury that the fiscal agent bank has failed to pay deposited funds upon demand. Further, LRS 39:1224 states that securities held by a third party shall be deemed to be held in the police jury's name.

3. RECEIVABLES

The receivables of \$2,771,082 at December 31, 2011, are as follows:

	General Fund	Special Revenue Funds	Total
Taxes:			
Ad valorem	\$182,489	\$2,011,298	\$2,193,787
Sales		272,060	272,060
Alcoholic Beverage	3,540		3,540
Federal grants	19,850		19,850
State grants	39,055	214,329	253,384
Accounts and other	9,571	18,890	28,461
Total	<u>\$254,505</u>	<u>\$2,516,577</u>	<u>\$2,771,082</u>

Franklin Parish Police Jury
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

4. CHANGES IN CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended 12/31/11 is as follows:

	Balance January 1,	Additions	Deletions	Balance December 31,
Police Jury:				
Capital assets not being depreciated:				
Land	\$326,766			\$326,766
Construction in progress	3,220	\$111,787		115,007
Assets under Capital Lease	260,483	124,175	(\$106,676)	277,982
Total capital assets not being depreciated	590,469	235,962	(106,676)	719,755
Capital assets being depreciated:				
Infrastructure - roads	85,870,325	445,990	(18,268)	86,298,047
Infrastructure - bridges	3,366,140			3,366,140
Buildings and improvements	4,765,535			4,765,535
Improvements other than buildings	2,593,516			2,593,516
Office furniture and equipment	58,054			58,054
Heavy equipment	1,735,201	38,956	(80,550)	1,693,607
Other equipment	353,457	18,664		372,121
Vehicles	1,146,287	44,175	(22,000)	1,168,462
Total capital assets being depreciated	99,888,515	547,785	(120,818)	100,315,482
Less accumulated depreciation for:				
Infrastructure - roads	(72,942,623)	(768,583)	6,394	(73,704,812)
Infrastructure - bridges	(1,474,538)	(50,167)		(\$1,524,705)
Buildings and improvements	(3,099,665)	(119,063)		(3,218,728)
Improvements other than buildings	(1,336,269)	(111,001)		(1,447,270)
Office furniture and equipment	(56,892)	(1,162)		(58,054)
Heavy equipment	(983,380)	(110,024)	80,550	(1,012,854)
Other equipment	(289,701)	(30,140)		(319,841)
Vehicles	(916,702)	(76,284)	11,198	(981,788)
Total accumulated depreciation	(81,099,770)	(1,266,424)	98,142	(82,268,052)
Total capital assets being depreciated (net)	18,788,745	(718,639)	(22,676)	18,047,430
Total capital assets (net)	\$19,379,214	(\$482,677)	(\$129,352)	\$18,767,185

Depreciation expense as of and for the year ended 12/31/11 was charged as follows:

	Amount
General government	\$29,717
Public safety	121,530
Public works (including depreciation on road infrastructure)	947,456
Health and welfare	119,879
Culture and recreation	47,842
Total	\$1,266,424

5. PENSION PLAN

Substantially all employees of the Franklin Parish Police Jury are members of the Parochial Employees Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the police jury are members of Plan A.

All permanent employees working at least twenty-eight hours per week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees, hired prior to January 1, 2007, who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 per cent of their final three year average salary. Employees hired after January 1, 2007, who retire at or after age 55 with at least 30 years of service, at or after age 62 with at least 10 years of creditable service, or at or after age 67 with at least 7 years of creditable service are entitled to a retirement benefit, payable for life, equal to 3 percent of their final five year average compensation. However, for those employees who were members of the supplemental plan only before January 1, 1980, the benefit is equal to one per cent of final average salary plus \$24 for each year of supplemental-plan-only service earned before January 1, 1980, plus 3 per cent of final-average salary for each year of service credited after the revision date. Final average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefits accrued to their date of termination. The system also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees' Retirement System of Louisiana, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (504) 928-1361.

Under Plan A, members are required by state statute to contribute 9.50 per cent of their annual covered salary and the Franklin Parish Police Jury is required to contribute at an actuarially determined rate. The current rate is 15.75 per cent of annual covered payroll. Contributions to the system also include one-fourth of one per cent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Franklin Parish Police Jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

based on the results of the valuation for the prior fiscal year. The Franklin Parish Police Jury's contributions to the System under Plan A for the years ending December 31, 2011, 2010, and 2009, were \$194,923, \$181,198, and \$125,582, respectively, equal to the required contributions for each year.

6. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description. The Franklin Parish Police Jury contributes to a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides healthcare insurance for eligible retirees for life through the police jury's group health insurance plan, which covers both active and retired members. To receive benefits employees must have at least 30 years of service. Benefit provisions are established by the Franklin Parish Police Jury. The Retiree Health Plan does not issue a publicly available financial report.

Effective with the Year ending December 31, 2009, the Franklin Parish Police Jury implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions* (GASB 45). The statement has been implemented prospectively. Using this method, the beginning other post employment benefit (OPEB) liability is set at zero and the actuarially determined OPEB liability relative to past service (prior to January 1, 2009) will be amortized and recognized as an expense over thirty years.

Funding Policy. The Franklin Parish Police Jury contributes 100% of the cost of current year health care premiums for eligible retired employees. For the year ended December 31, 2011, the Franklin Parish Police Jury contributed \$10,272 to the plan.

Annual OPEB Cost and Net OPEB Obligation. The police jury's annual OPEB cost (expense) is calculated based on the annual required contribution (ARC) of the employer. The Franklin Parish Police Jury has elected to calculate the ARC and related information using the alternative measurement method permitted by GASB 45 for employers in plans with fewer than 100 total plan members. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the police jury's annual OPEB costs for the year, the amount actually contributed to the plan, and changes in the police jury's net OPEB obligation to the retiree health plan.

Annual required contribution	\$387,429
Interest on net OPEB obligation	15,181
Adjustment to annual required contribution	<u>None</u>

Franklin Parish Police Jury
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Notes to the Financial Statements (Continued)

Annual OPEB cost (expense)	\$402,610
Contributions made	<u>(10,272)</u>
Increase in net OPEB obligation	392,338
Net OPEB obligation at beginning of year	<u>759,071</u>
Net OPEB obligation at end of year	<u><u>\$1,151,409</u></u>

The police jury's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year 2011 was \$392,338, 3%, and \$10,272, respectively.

Funded Status and Funding Progress. As of December 31, 2011, the actuarial accrued liability for benefits was \$2,429,677, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$958,232, and ratio of the unfunded actuarial accrued liability to the covered payroll was 253.56%.

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The following simplifying assumptions were made:

Retirement age for active employees - Based on the historical retirement age for the covered group, active members were assumed to retire at age 55 or when they are eligible to receive benefits, whichever occurs later.

Marital status - Marital status of members at the calculation date were assumed to continue throughout retirement

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Notes to the Financial Statements (Continued)

Mortality - Life expectancies were based on mortality tables from the National Center for Health Statistics. The 2003 United States Life Tables for Males and for Females, revised March, 2007, were used.

Turnover - Non-group-specific age-based turnover data from GASB Statement 45 were used as the basis for assigning active members a probability of remaining employed until the assumed retirement age and for developing an expected future working lifetime assumption for purposes of allocating to periods the present value of total benefits to be paid.

Healthcare cost trend rate - The expected rate of increase in healthcare insurance premiums was based on projections of the Office of the Actuary at the Centers for Medicare and Medicaid Services. A rate of 5.5% initially, increased to an ultimate rate of 6.1% after ten years, was used.

Health insurance premiums - 2008 age-adjusted health insurance premiums for retirees were used as the basis for calculation of the present value of total benefits to be paid..

Inflation rate - A long-term inflation assumption of 3.9% was based on projected changes in the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W) in the 2009 Annual Report of the Board of Trustees of the Federal Old-Age and Survivors Insurance and Disability Insurance Trust Funds for an intermediate growth scenario.

Payroll growth rate - The expected long-term payroll growth rate was assumed to equal the rate of inflation.

Based on the historical and expected returns of the police jury's short-term investments, a discount rate 2.00% was used. In addition, a simplified version of the entry age actuarial cost method was used. The unfunded actuarial liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2008, is thirty years.

7. DUE FROM/TO OTHER FUNDS

The following presents interfund balances due from and to other funds at December 31, 2011.

<u>Fund</u>	<u>Due To</u>	<u>Due From</u>
General	\$42,067	\$73,826
Special Revenue:		
Road and Bridge	1,136	17,784
Drainage Maintenance		11
Courthouse Maintenance	538	538

Franklin Parish Police Jury
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

<u>Fund</u>	<u>Due To</u>	<u>Due From</u>
Health Unit Maintenance	\$6,944	
Parish Equipment	84	\$28
Criminal Court		11,600
Sales Tax	52,306	
Section 8		8,843
Tourist Commission	1,860	1,022
Turkey Creek	990	
Fire District No. 2	5,218	815
Fire District No. 3	2,939	
Fire District No. 4	2,788	2,403
Total	<u>\$116,870</u>	<u>\$116,870</u>

8. CAPITAL LEASES

The police jury records items under capital leases as an asset and an obligation in the accompanying financial statements. At December 31, 2011, the police jury has five capital leases in effect. The leases in effect are for an excavator, a trailer, a truck, a tandem roller and a dozer. The lease for the excavator has an original recorded amount of \$179,500. Lease obligation are retired from the police jury's parish equipment and road equipment and salary adjustment funds. The second lease for the trailer has an original recorded amount of \$40,250. Lease obligation are retired from the police jury's parish equipment and road equipment and salary adjustment funds. The third lease for the truck has an original recorded amount of \$89,500. Lease obligation are retired from the police jury's parish equipment and road equipment and salary adjustment funds. The fourth lease for the roller has an original recorded amount of \$59,000. Lease obligation are retired from the police jury's parish equipment and road equipment and salary adjustment funds. The fifth lease for the dozer has an original recorded amount of \$124,175. Lease obligation are retired from the police jury's parish equipment and road equipment and salary adjustment funds. The following is a summary of future minimum lease payments, together with the present value of the net minimum lease payments, as of December 31, 2011:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$180,448	\$8,781	\$189,229
2013	46,794	3,875	50,669
2014	39,485	1,524	41,009
2015	11,255	115	11,370
Present value of net minimum lease	<u>\$277,982</u>	<u>\$14,295</u>	<u>\$292,277</u>

9. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The following is a summary of long-term obligation transactions for the year ended December 31, 2011:

	Compensated Absences	Capital Leases	Certificates of Indebtedness	Total
Long-term obligations at January 1 ST	\$116,305	\$260,483	\$86,024	\$462,812
Additions	47,759	124,175		171,934
Deductions	(35,942)	(106,676)	(86,024)	(228,642)
Adjustments ¹	(12,596)			(12,596)
Long-term obligations at December 31 ST	<u>\$115,526</u>	<u>\$277,982</u>	<u>NONE</u>	<u>\$393,508</u>

¹As discussed in note 1G, upon separation from employment, employees are paid for accumulated leave at their current rate of pay. The adjustment is for the purpose of adjusting amounts for annual leave resulting from the differences between beginning and ending rates of pay and to reflect the maximum accumulation of ninety days.

10. RISK MANAGEMENT

The police jury is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; liability; and injuries to employees and others. To handle risk of loss, the police jury maintains commercial insurance covering; automobile liability; general liability; public officials liability; and worker's compensation and employer's liability. No claims were paid on any of the policies during the past three years which exceeded the policies' coverage amounts.

11. WORKFORCE INVESTMENT ACT PROGRAM

The Workforce Investment Act Fund (WIA) accounts for federally funded job assistance programs designed to develop job skills for economically disadvantaged parishes of Richland, Franklin, Tensas, Madison, East Carroll, Caldwell, and Jackson. Funding is provided by the United States Department of Labor through the Louisiana Department of Labor. Funds are subsequently transferred to the administrative entity (subrecipient) for actual operation of the program.

12. FUND BALANCE REPORTING

The Police Jury segregates fund balances into different categories according to the level of constraint placed on how the fund balances can be spent in the future. Following is a description of what is included in these categories:

Franklin Parish Police Jury
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

- *Non-spendable* - Prepaid assets are considered non-spendable.
- *Restricted* - The fund balances in the special revenue and capital projects funds are considered restricted as the sources of funding for these funds place restrictions on how these resources can be spent.
- *Committed* - The balance in Witness Fees and Unemployment Escrow are considered committed.
- *Assigned* - The remaining balance on construction contracts are considered assigned.
- *Unassigned* - Includes fund balance amounts within the General Fund which has not been classified within the above-mentioned categories and negative fund balances in other governmental funds.

13. LITIGATION AND CLAIMS

At December 31, 2011, the police jury is involved in several lawsuits. Although the total amount of potential liability cannot be determined at this time, any damages awarded would be covered under the police jury's insurance. In the event there is an unfavorable outcome, the police jury's maximum loss would be limited to the insurance deductible amount. No provision for the potential liability has been made in the accompanying financial statements.

Required Supplemental Information (Part II)

**Franklin Parish Police Jury
Winnsboro, Louisiana**

**Required Supplementary Information
Budgetary Comparison Schedules for Major Funds
For the Year Ended December 31, 2011**

Preliminary budgets for the ensuing year are prepared by the secretary/treasurer prior to November of each year. During November, the finance committee reviews the proposed budgets and makes changes as they deem appropriate. The availability of the proposed budgets for public inspection and the date of the public hearing on the budgets are then advertised in the official journal. During its regular December meeting, the police jury holds a public hearing on the proposed budget in order to receive comments from residents. Changes are made to the proposed budgets based on the public hearing and the desires of the police jury as a whole. The budgets are then adopted during the police jury's regular December meeting, and a notice is published in the official journal.

During the year, the police jury receives monthly budget comparison statements which are used as a tool to control the operations of the parish. The secretary/treasurer presents necessary budget amendments to the police jury during the year when, in his judgement, actual operations are differing materially from those anticipated in the original budget. The jury, during a regular meeting, reviews the proposed amendments, makes changes as they feel necessary, and formally adopts the amendments. The adoption of the amendments is included in police jury minutes published in the official journal.

The police jury exercises budgetary control at the function level. Unexpended appropriations lapse at year end and must be reappropriated in the next year's budget to be expended.

For the year ended December 31, 2011, modified accrual based budgets were adopted for the General Fund and all special revenue funds. Budgetary comparison schedules include the original budgets and all subsequent amendments.

	General Fund			Workforce Investment Act		
	Budgeted Amounts		Actual	Variance With Final Budget		Variance With Final Budget Positive (Negative)
	Original	Final		Positive (Negative)	Budget	
Revenues						
Taxes:						
Ad Valorem	\$133,000	\$148,000	\$213,766	\$65,766		
Other taxes, penalties, & interest	16,000	16,000	13,385	(2,615)		
Licenses and permits	127,000	147,000	148,028	1,028		
Intergovernmental revenues:						
Federal funds	37,000	120,400	194,898	74,498	\$1,523,524	\$1,523,524
State funds:						
Severance taxes	77,000	108,000	97,635	(10,365)		
Fire insurance rebate	54,500	75,500	53,043	(22,457)		
State revenue sharing (net)	16,000	16,000	17,473	1,473		
Other	72,450	72,450	55,245	(17,205)		
Fees, charges, and commissions for services	72,350	72,350	73,631	1,281		
Use of money and property	1,200	1,200	1,871	671		
Other revenue	4,540	4,540	24,229	19,689		
Total revenues	611,040	781,440	893,204	111,764	1,523,524	1,523,524
Expenditures						
Current:						
General government:						
Legislative	98,665	100,251	83,326	16,925		
Judicial	93,588	96,213	66,728	29,485		
Elections	24,960	25,681	28,037	(2,356)		
Finance and administrative	281,874	327,682	229,119	98,563		
Public safety	221,020	215,395	265,680	(50,285)		
Public works	200	79,110	90,302	(11,192)		
Health and welfare	40,800	37,270	51,920	(14,650)		
Culture and recreation	32,569	27,244	21,206	6,038		

Economic development and assistance	53,612	51,012	35,588	15,424	1,523,524	1,523,524	NONE
Total expenditures	847,288	959,858	871,906	87,952	1,523,524	1,523,524	NONE
Excess (Deficiency) of Revenues over Expenditures	(236,248)	(178,418)	21,298	199,716			NONE
Other Financing Source (Use)							
Operating transfer in	268,403	45,000	49,500	4,500			
Operating transfer out		(13,385)	(23,396)	(10,011)			
Total other financing source (use)	268,403	31,615	26,104	(5,511)			NONE
Net Change In Fund Balances	32,155	(146,803)	47,402	194,205			NONE
Fund Balance - Beginning	33,800	33,800	286,322	252,522	NONE	NONE	NONE
Fund Balance - Ending	\$65,955	(\$113,003)	\$333,724	\$446,727	NONE	NONE	NONE
(Continued)							

Franklin Parish Police Jury
Winnsboro, Louisiana
Budgetary Comparison Schedule
Road and Bridge and Sales Tax Funds
For the Year Ended December 31, 2011

	Road and Bridge			Sales Tax		
	Budgeted Amounts		Variance With Final Budget Positive (Negative)	Budget	Actual	Variance With Final Budget Positive (Negative)
	Original	Final				
Revenues						
Taxes - Sales	\$2,100,000	\$2,269,000	\$2,372,245	\$1,098,000	\$1,185,734	\$87,734
Intergovernmental revenues -						
Federal funds	150,000	238,687	215,141			(23,546)
State funds:						
Parish transportation	305,000	305,000	285,724			(19,276)
Other	135,000	14,000	5,509			(8,491)
Local funds		114,601	115,872			1,271
Fees, charges, and commissions for services	10,000	10,000	11,044		4,998	4,998
Use of money and property	35,000	35,000	62,504	8,500	11,866	3,366
Other						
Total revenues	2,735,000	2,986,288	3,068,039	1,106,500	1,202,598	96,098
Expenditures						
Current - Public works	2,344,373	2,554,036	2,412,637	1,104,709	1,093,339	11,370
Capital outlay	350,000	432,500	486,668			(54,168)
Total expenditures	2,694,373	2,986,536	2,899,305	1,104,709	1,093,339	11,370
Excess (Deficiency) of Revenues over Expenditures	40,627	(248)	168,734	1,791	109,259	107,468
Other Financing Use						
Proceeds from disposal of assets		43,885	37,100			(6,785)
Net Change In Fund Balances	40,627	43,637	205,834	1,791	109,259	107,468
Fund Balance - Beginning	787,273	787,273	970,906	1,152,932	1,128,422	(24,510)
Fund Balance - Ending	\$827,900	\$830,910	\$1,176,740	\$1,154,723	\$1,237,681	\$82,958

(Continued)

Franklin Parish Police Jury
Winnsboro, Louisiana
Budgetary Comparison Schedule
Drainage Maintenance and Parish Equipment Funds
For the Year Ended December 31, 2011

	Drainage Maintenance			Parish Equipment		
	Budgeted Amounts		Variance With Final Budget Positive	Budgeted Amounts		Variance With Final Budget Positive
	Original	Final	Actual	Original	Final	Actual
Revenues						
Taxes - Ad valorem	\$515,000	\$492,000	\$765,512	\$390,000	\$390,000	\$556,487
Intergovernmental revenues -						
State - State revenue sharing (net)	50,000	50,000	58,495	32,000	41,500	42,523
Use of money and property	5,000	5,000	3,081	3,650	3,650	3,536
Other	29,100	36,100	35,470	(630)		28
Total revenues	599,100	583,100	862,558	425,650	435,150	602,574
Expenditures						
Current - Public works	604,551	906,036	907,446	203,511	248,511	366,912
Debt service				175,000	175,000	59,305
Capital outlay	3,500	3,500	2,165	45,000	169,175	130,164
Total expenditures	608,051	909,536	909,611	423,511	592,686	556,381
Excess (Deficiency) of Revenues over Expenditures	(8,951)	(326,436)	(47,053)	2,139	(157,536)	203,729
Other Financing Source						
Operating transfer in	10,000	35,000	35,000			
Proceeds from lease					124,175	124,175
Total other financing source	10,000	35,000	35,000	NONE	124,175	124,175
Net Change In Fund Balances	1,049	(291,436)	(12,053)	2,139	(33,361)	170,368
Fund Balance - Beginning	387,832	387,832	842,236	340,986	340,986	673,899
Fund Balance - Ending	\$388,881	\$96,396	\$830,183	\$343,125	\$307,625	\$844,267
(Concluded)						\$536,642

Schedule 2**Franklin Parish Police Jury
Employee Health Care Plan
December 31, 2011****Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
December 31, 2008	\$0	\$2,429,677	\$2,429,677	0.00%	\$958,232	253.56%

Note:

Generally accepted governmental accounting principles (GASB Codification Po50.131-132) require that the schedule present information from the last three actuarial valuations. Because the requirements of GASB 45 were implemented starting with the year ended December 31, 2009, only one valuation is available. Additional information will be added after each of the next two valuations. Subsequent to that, information will be presented for the latest three valuations.

Other Supplemental Schedules

FRANKLIN PARISH POLICE JURY
Winnsboro , Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2011

SPECIAL REVENUE FUNDS

MAINTENANCE FUNDS

The Courthouse Maintenance Fund accounts for maintenance of the courthouse building, equipment, and grounds. Financing is provided by a parishwide ad valorem tax and state revenue sharing funds.

The Health Unit Maintenance Fund accounts for maintenance of the parish health unit and the local share of the health unit operation. Financing is provided by ad valorem taxes and state revenue sharing funds.

WORKFORCE INVESTMENT ACT FUND

The Workforce Investment Act (WIA) Fund accounts for grants from the United States Department of Labor passed through the Louisiana Department of Labor. Grants are subsequently transferred to the Franklin Parish Community Action Association, Incorporated, which administers the program under contract with the police jury. The WIA program provides job training and related assistance to economically disadvantaged individuals. The ultimate goal of the program is to move trainees into permanent, self-sustaining employment.

ROAD EQUIPMENT AND SALARY ADJUSTMENT FUND

The Road Equipment and Salary Adjustment Fund accounts for purchases of equipment and annual compensation of employees of the parish. Financing is provided by ad valorem taxes, and state revenue sharing funds.

SECTION 8 HOUSING FUND

The Section 8 Housing Fund provides housing assistance payments to participating owners on behalf of eligible tenants to provide decent, safe, and sanitary housing for very low income families at rents they can afford. Housing assistance payments are used to make up the difference between the approved rent due to the owner for the dwelling unit and the occupant family's required contribution towards the rent.

Assisted families are required to contribute up to 30 per cent of their adjusted family income towards rent. Funding is provided through the US Department of Housing and Urban Development.

WITNESS FEE FUND

The Witness Fee Fund was established to pay off-duty law enforcement officers. Financing is provided by fines paid by defendants who are found guilty.

CRIMINAL COURT FUND

The Criminal Court Fund accounts for all criminal court expenses. Financing is provided by criminal costs and fines.

TOURIST COMMISSION FUND

The Tourist Commission Fund accounts for the promotion of tourism within Franklin Parish. Financing is provided by a two per cent hotel/motel sales tax.

UNEMPLOYMENT ESCROW

The Unemployment Escrow Fund accounts for the jury's self-insurance program. Funds are provided by transfers from other funds.

FIRE DISTRICT NO. 2

The Fire District Fund No. 2 accounts for operations of the fire district. Financing is provided by ad valorem taxes.

FIRE DISTRICT NO. 3

The Fire District Fund No. 3 accounts for operations of the fire district. Financing is provided by ad valorem taxes.

FIRE DISTRICT NO. 4

The Fire District Fund No. 4 accounts for operations of the fire district. Financing is provided by ad valorem taxes.

CAPITAL PROJECTS

CDBG FUNDS

The CDBG Funds account for financial resources received and used for the acquisition, construction, or improvement of capital facilities such as fire stations and equipment and water storage tanks and culture and recreation projects. Funding is provided by community development block grants from the U.S. Department of Housing and Urban Development through the Louisiana Office of the Governor - Division of Administration.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Other Governmental Funds

Combining Balance Sheet, December 31, 2011

	ROAD EQUIP & SALARY	ADJ	SECTION B	WITNESS FEE	CRIMINAL COURT	TOURIST COMM	UNEMP ESCROW	TURKEY CREEK	FIRE DISTRICTS	CDBG FUNDS	TOTAL
MAINTENANCE FUNDS											
\$566,155	\$220,993		\$6,616	\$8,274		\$145,951	\$30,348	\$2,951	\$447,018	\$186	\$1,428,492
472,402	275,299			250	\$7,202	1,439			188,606		945,198
	1,380										1,380
538			8,843		11,600	1,022			3,218		25,221
<u>\$1,039,095</u>	<u>\$497,672</u>	<u>\$15,459</u>	<u>\$8,524</u>	<u>\$8,524</u>	<u>\$18,802</u>	<u>\$148,412</u>	<u>\$30,348</u>	<u>\$2,951</u>	<u>\$638,842</u>	<u>\$186</u>	<u>\$2,400,291</u>
\$27,086	\$10,544				\$8,289	\$110		\$1,430	\$11,074		\$8,289
1,432					5,679						55,923
7,482					1,385	1,860		990	10,945		2,817
											21,277
67,224	39,688								70,853		177,765
<u>103,224</u>	<u>50,232</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>15,353</u>	<u>1,970</u>	<u>NONE</u>	<u>2,420</u>	<u>92,872</u>	<u>NONE</u>	<u>266,071</u>
			\$1,380								1,380
601,686					3,449						605,135
334,185		14,079									348,264
	447,440								545,970		545,970
						146,442					447,440
				\$8,524			\$30,348				146,442
								531		\$186	38,872
								531		186	717
<u>935,871</u>	<u>447,440</u>	<u>\$15,459</u>	<u>\$8,524</u>	<u>\$8,524</u>	<u>3,449</u>	<u>146,442</u>	<u>\$30,348</u>	<u>531</u>	<u>545,970</u>	<u>186</u>	<u>2,134,220</u>
<u>\$1,039,095</u>	<u>\$497,672</u>	<u>\$15,459</u>	<u>\$8,524</u>	<u>\$8,524</u>	<u>\$18,802</u>	<u>\$148,412</u>	<u>\$30,348</u>	<u>\$2,951</u>	<u>\$638,842</u>	<u>\$186</u>	<u>\$2,400,291</u>

ASSETS

Cash and cash equivalents
Receivables
Prepaid assets
Due from other funds

TOTAL ASSETS

LIABILITIES AND FUND EQUITY

Liabilities:

Cash overdraft
Accounts payable
Salaries payable
Due to other funds
Deferred revenue -
protest taxes

Total liabilities

Fund Equity - fund balances:

Non-spendable

Restricted:

Other General Government
Health and welfare
Public safety
Public works
Economic development
Committed
Assigned

Total Fund Equity - fund balances

TOTAL LIABILITIES AND FUND EQUITY

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Other Governmental Funds

Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended December 31, 2011

	MAINTENANCE FUNDS	ROAD EQUIP & SALARY ADJ	SECTION 8	WITNESS FEE	CRIMINAL COURT	TOURIST COMM	UNEMP ESCROW	TURKEY CREEK	FIRE DISTRICTS	CDBG FUNDS	TOTAL
REVENUES											
Taxes:											
Ad valorem	\$500,976	\$291,950				\$25,000			\$203,283		\$996,209
Sales											25,000
Intergovernmental:											
Federal funds - grants			\$47,905							\$834,327	882,232
State funds:											
Fire insurance rebate									22,339		22,339
State revenue sharing											
(net)											
Local funds											
Fees, charges, and											
commissions for services				\$5,858		17,407		\$29,688	34,813		87,766
Fines and forfeitures					\$160,880						160,880
Use of money and property				190	73	1,307	\$303	21	4,290	218	15,138
Other revenues	5,882	2,817	37		6,177						11,684
	393		5,114								
Total revenues	545,532	317,076	53,056	6,048	167,130	43,714	303	29,709	264,725	841,945	2,269,238
EXPENDITURES											
Current:											
General government:											
Judicial				1,849	196,487					211	198,336
Other											192,000
Public safety	191,789								111,591		111,591
Public works										729,912	902,122
Health and welfare		172,210	50,492								193,098
Culture and recreation	142,606							29,996			29,996
Economic development											
and assistance						27,360					27,360

Debt service	59,305					99,246		158,551
Capital outlay	5,800	14,688				32,475	111,787	164,750
Total expenditures	340,195	246,203	50,492	1,849		29,996	841,910	1,977,804
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	205,337	70,873	2,564	4,192	(29,357)	16,354	303	291,434
OTHER FINANCING SOURCES (USE)								
Operating transfers in					26,789			26,789
Operating transfers out	(49,500)	(35,000)		(3,393)				(87,893)
Total other financing sources (use)	(49,500)	(35,000)	NONE	(3,393)	26,789	NONE	NONE	(61,104)
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USE	155,837	35,873	2,564	806	(2,568)	16,354	303	230,330
FUND BALANCES AT BEGINNING OF YEAR	780,034	411,567	12,895	7,718	6,017	130,088	30,045	1,903,890
FUND BALANCES AT END OF YEAR	\$935,871	\$447,440	\$15,459	\$8,524	\$3,449	\$146,442	\$30,348	\$2,134,220

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Other Governmental Funds - Maintenance Funds

Combining Balance Sheet, December 31, 2011

	<u>COURTHOUSE MAINTENANCE</u>	<u>HEALTH UNIT MAINTENANCE</u>	<u>TOTAL</u>
ASSETS			
Cash and cash equivalents	\$393,842	\$172,313	\$566,155
Receivables	263,020	209,382	472,402
Due to other funds	538		538
TOTAL ASSETS	<u>\$657,400</u>	<u>\$381,695</u>	<u>\$1,039,095</u>
LIABILITIES AND FUND EQUITY			
Liabilities:			
Accounts payable	\$17,320	\$9,766	\$27,086
Salaries payable	433	999	1,432
Due to other funds	538	6,944	7,482
Deferred revenue - protest taxes	37,423	29,801	67,224
TOTAL LIABILITIES	<u>55,714</u>	<u>47,510</u>	<u>103,224</u>
Fund equity - fund balances:			
Restricted:			
Other general government	601,686		601,686
Health and welfare		334,185	334,185
Total Fund Equity - fund balances	<u>601,686</u>	<u>334,185</u>	<u>935,871</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$657,400</u>	<u>\$381,695</u>	<u>\$1,039,095</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Other Governmental Funds - Maintenance Funds

Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended December 31, 2011

	<u>COURTHOUSE MAINTENANCE</u>	<u>HEALTH UNIT MAINTENANCE</u>	<u>TOTAL</u>
REVENUES			
Taxes - Ad valorem	\$278,929	\$222,047	\$500,976
State funds - state revenue sharing	21,314	16,967	38,281
Use of money and property	3,854	2,028	5,882
Other revenues	100	293	393
Total revenues	<u>304,197</u>	<u>241,335</u>	<u>545,532</u>
EXPENDITURES			
Current - general government	191,789		191,789
Health and welfare		142,606	142,606
Capital outlay		5,800	5,800
Total expenditures	<u>191,789</u>	<u>148,406</u>	<u>340,195</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>112,408</u>	<u>92,929</u>	<u>205,337</u>
OTHER FINANCING USE			
Operating transfers out		(49,500)	(49,500)
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USE	<u>112,408</u>	<u>43,429</u>	<u>155,837</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>489,278</u>	<u>290,756</u>	<u>780,034</u>
FUND BALANCES AT END OF YEAR	<u>\$601,686</u>	<u>\$334,185</u>	<u>\$935,871</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Other Governmental Funds - Fire District Funds

Combining Balance Sheet, December 31, 2011

	<u>FIRE DISTRICT 2</u>	<u>FIRE DISTRICT 3</u>	<u>FIRE DISTRICT 4</u>	<u>TOTAL</u>
ASSETS				
Cash and cash equivalents	\$91,725	\$175,710	\$179,583	\$447,018
Receivables	113,341	30,248	45,017	188,606
Due to other funds	815		2,403	3,218
TOTAL ASSETS	<u>\$205,881</u>	<u>\$205,958</u>	<u>\$227,003</u>	<u>\$638,842</u>
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$5,401	\$2,232	\$3,441	\$11,074
Due to other funds	5,218	2,939	2,788	10,945
Deferred revenue - protest taxes	58,390	11,237	1,226	70,853
Total liabilities	<u>69,009</u>	<u>16,408</u>	<u>7,455</u>	<u>92,872</u>
Fund Equity - fund balances - restricted - public safety	<u>136,872</u>	<u>189,550</u>	<u>219,548</u>	<u>545,970</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$205,881</u>	<u>\$205,958</u>	<u>\$227,003</u>	<u>\$638,842</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Other Governmental Funds - Fire District Funds

Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended December 31, 2011

	<u>FIRE DISTRICT 2</u>	<u>FIRE DISTRICT 3</u>	<u>FIRE DISTRICT 4</u>	<u>TOTAL</u>
REVENUES				
Taxes - Ad valorem	\$109,041	\$35,087	\$59,155	\$203,283
State funds - Fire insurance rebate	9,070	4,319	8,950	22,339
Fees, Charges and Commissions for Services	34,813			34,813
Use of money and property	898	1,566	1,826	4,290
Total revenues	<u>153,822</u>	<u>40,972</u>	<u>69,931</u>	<u>264,725</u>
EXPENDITURES				
Current - public safety	60,752	16,326	34,513	111,591
Debt service	99,246			99,246
Capital outlay	10,000		22,475	32,475
Total expenditures	<u>169,998</u>	<u>16,326</u>	<u>56,988</u>	<u>243,312</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(16,176)</u>	<u>24,646</u>	<u>12,943</u>	<u>21,413</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>153,048</u>	<u>164,904</u>	<u>206,605</u>	<u>524,557</u>
FUND BALANCES AT END OF YEAR	<u>\$136,872</u>	<u>\$189,550</u>	<u>\$219,548</u>	<u>\$545,970</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Other Governmental Funds - CDBG Funds

Combining Balance Sheet, December 31, 2011

	<u>CDBG - NORTH FRANKLIN</u>	<u>CDBG - LASTEP - NORTH FRANKLIN</u>	<u>CDBG - WILDERNESS LANE</u>	<u>CDBG - IKE/GUSTAV</u>	<u>TOTAL</u>
ASSETS					
Cash and cash equivalents	<u>\$100</u>	<u>\$1</u>	<u>\$35</u>	<u>\$50</u>	<u>\$186</u>
TOTAL ASSETS	<u>\$100</u>	<u>\$1</u>	<u>\$35</u>	<u>\$50</u>	<u>\$186</u>
FUND EQUITY					
Fund Equity - fund balances -assigned	<u>\$100</u>	<u>\$1</u>	<u>\$35</u>	<u>\$50</u>	<u>\$186</u>
TOTAL FUND EQUITY	<u>\$100</u>	<u>\$1</u>	<u>\$35</u>	<u>\$50</u>	<u>\$186</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Other Governmental Funds - CDBG Funds

Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended December 31, 2011

	CDBG - NORTH FRANKLIN	CDBG - LASTEP - NORTH FRANKLIN	CDBG - WILDERNESS LANE	CDBG - IKE/GUSTAV	TOTAL
REVENUES					
Federal grants	\$695,803	\$14,157	\$23,357	\$101,010	\$834,327
Local funds	7,400				7,400
Use of money	67		151		218
Total revenues	<u>703,270</u>	<u>14,157</u>	<u>23,508</u>	<u>101,010</u>	<u>841,945</u>
EXPENDITURES					
Other general government			116	95	211
Public works	703,270	14,157		12,485	729,912
Capital outlay			23,357	88,430	111,787
Total expenditures	<u>703,270</u>	<u>14,157</u>	<u>23,473</u>	<u>101,010</u>	<u>841,910</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>NONE</u>	<u>NONE</u>	<u>35</u>	<u>NONE</u>	<u>35</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>100</u>	<u>1</u>	<u>NONE</u>	<u>50</u>	<u>151</u>
FUND BALANCES AT END OF YEAR	<u>\$100</u>	<u>\$1</u>	<u>\$35</u>	<u>\$50</u>	<u>\$186</u>

FRANKLIN PARISH POLICE JURY
Winnsboro , Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2011

COMPENSATION PAID POLICE JURORS

The schedule of compensation paid to police jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the police jurors is included in the legislative expenditures of the General Fund. In accordance with Louisiana Revised Statute 33:1233, the police jury has elected the monthly payment method of compensation. The president receives \$900 per month, and the other jurors receive \$750 per month.

**FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana****Schedule of Compensation Paid Police Jurors
For the Year Ended December 31, 2011**

Ricky Campbell (President)	\$10,800
Troy Hendry	9,000
Rawhide Robinson	8,250
Leroy Scott	9,000
Buddy Parks	9,000
James Harris	9,000
Joe Lewis	9,000
Total	<u>\$64,050</u>

Schedule 12

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2011

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM NAME	CFDA NUMBER	PASS-THROUGH GRANT NUMBER	FEDERAL EXPENDITURES
United States Department of Labor			
Passed through Louisiana Department of Labor:			
Workforce Investment Act - Adult Program	17.258	N/A	\$603,187
Workforce Investment Act - Youth Activities	17.259	N/A	552,704
Workforce Investment Act - Dislocated Workers	17.260	N/A	367,633
Total Department of Labor			1,523,524
United States Department of Housing and Urban Development			
Direct program - Lower-Income			
Housing Assistance Program	14.149	N/A	47,905
CDBG - IKE/GUSTAV	14.228	Turkey Creek	33,975
CDBG - IKE/GUSTAV	14.228	Wisner Community	12,485
CDBG - IKE/GUSTAV	14.228	Boggy Bayou	11,126
CDBG - IKE/GUSTAV	14.228	Public Works	7,552
CDBG - IKE/GUSTAV	14.228	Bayou Macon Cutoff	35,777
CDBG - IKE/GUSTAV	14.228	Local Govt Adm	95
CDBG - Wilderness Lane	14.228	N/A	23,357
CDBG - LASTEP	14.228	N/A	14,157
CDBG - North Franklin	14.228	N/A	695,803
Total Department of Housing and Urban Development			882,232
United States Department of Energy			
Energy Efficiency and Conservation Block Grant Program	81.128	EEA-1021	86,185
Total United States Department of Energy			86,185
United States Department of Homeland Security			
Hazard Mitigation Grant Program	97.036	N/A	215,141
		HMGP#1603n-041-	
Hazard Mitigation Grant Program	97.039	001	26,000
SHSP - 2009	97.067	2009-SS-T9-0059	37,106
Emergency Management Performance Grant - 2010	97.067	2010-EP-E0-0058	25,696
Emergency Management Performance Grant	97.042	BMW-2011-EP-00058	19,512
Total United States Department of Homeland Security			323,455
United States Department of Interior			
Direct program - Payment in Lieu of Taxes	15.000	N/A	399
Total United State Department of Interior			399
Total Federal Financial Assistance			\$2,815,795

FOOTNOTES:

- (1) The Schedule of Expenditures of Federal Awards was prepared on the modified accrual basis of accounting.
- (2) The Workforce Investment Act Cluster is reported for the year ended June 30, 2011.

Other Reports

**Independent Auditor's Reports on Compliance with
Laws, Regulations, Contracts, and Grants,
and Internal Control**

The following independent Auditor's reports on compliance with laws, regulations, contracts, and grants and internal control are presented in compliance with the requirements of *Government Auditing Standards*, issued by the Comptroller General of the United States; the U. S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; the *Single Audit Act Amendments of 1996*; and the *Louisiana Governmental Audit Guide*, issued by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor.

**Report on Internal Control Over Financial
Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed
in Accordance Government Auditing Standards**

Franklin Parish Police Jury
Winnsboro, Louisiana

I have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Franklin Parish Police Jury as of and for the year ended December 31, 2011, which collectively comprise the Franklin Parish Police Jury's basic financial statements and have issued my report there on dated February 15, 2012. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Franklin Parish Police Jury's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Franklin Parish Police Jury's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Franklin Parish Police Jury's internal control over financial reporting.

A *deficiency in internal control* exist when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

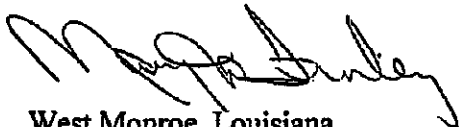
My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Franklin Parish Police Jury
Winnsboro, Louisiana
Independent Auditor's Report on Compliance
and Internal Control Over Financial Reporting, etc.
December 31, 2011

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Franklin Parish Police Jury's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and is included as finding 11-01 in the accompanying schedule of audit findings.

This report is intended solely for the information and use of management, members of Franklin Parish Police Jury, federal awarding agencies and pass-through entities, and the Legislative Auditor, and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513(G), it is issued by the Legislative Auditor as a public document.



West Monroe, Louisiana
February 15, 2012

MARY JO FINLEY, CPA, INC.

A PROFESSIONAL CORPORATION

116 Professional Drive - West Monroe, LA 71291

Phone (818) 829-8880 - Fax (818) 829-8883

**Report on Compliance With Requirements
Applicable to Each Major Program and Internal Control
Over Compliance in Accordance With OMB Circular A-133**

Franklin Parish Police Jury
Winnsboro, Louisiana

Compliance

I have audited the compliance of Franklin Parish Police Jury with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Franklin Parish Police Jury's major federal programs for the year ended December 31, 2011. Franklin Parish Police Jury's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of Franklin Parish Police Jury's management. My responsibility is to express an opinion on Franklin Parish Police Jury's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Franklin Parish Police Jury's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on Franklin Parish Police Jury's compliance with those requirements.

In my opinion, Franklin Parish Police Jury complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. The results of my auditing procedures disclosed no instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133.

Franklin Parish Police Jury
Winnsboro, Louisiana
Report on Compliance With Requirements
Applicable to Each Major Program and
Internal Control Over Compliance, etc.
December 31, 2011

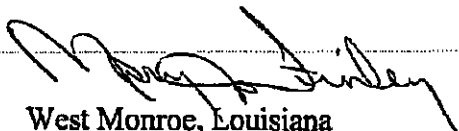
Internal Control Over Compliance

The management of Franklin Parish Police Jury is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered Franklin Parish Police Jury's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Franklin Parish Police Jury's internal control over compliance.

A deficiency in internal control over compliance exist when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis.

My consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, members of Franklin Parish Police Jury, federal awarding agencies and pass-through entities, and the Legislative Auditor, and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513(G), it is issued by the Legislative Auditor as a public document.



West Monroe, Louisiana
February 15, 2012

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Schedule of Audit Findings
For the Year Ended December 31, 2011

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the primary government financial statements of the Franklin Parish Police Jury.
2. No significant deficiencies relating to the audit of the financial statements is reported in the Independent Auditor's Report on Compliance and Internal Control Over Financial Reporting.
3. One instance of noncompliance material to the financial statements of the Franklin Parish Police Jury is reported in the Auditor's Report on Compliance and Internal Control Over Financial Reporting.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Auditor's Report on Compliance With Requirements Applicable to Major Programs and Internal Control Over Compliance.
5. The auditor's report on compliance for the major federal award programs for the Franklin Parish Police Jury expresses an unqualified opinion.
6. No audit findings relative to the major federal award programs for the Franklin Parish Police Jury are reported.
7. The LCDBG Cluster and the Workforce Investment Act (WIA) Cluster were tested as major programs and consisted of the following individual programs:

	<u>CFDA No.</u>
LCDBG	14.228
Workforce Investment Act - Adult Program	17.258
Workforce Investment Act - Youth Activities	17.259
Workforce Investment Act - Dislocated Workers	17.260

8. The threshold for distinguishing Type A and B programs was \$300,000.
9. The Franklin Parish Police Jury was determined to be a low-risk auditee.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Schedule of Audit Findings (Continued)
For the Year Ended December 31, 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

11-01 Need to Comply With Budget Act

Finding: The police jury did not comply with the Local Government Budget Act. LSA-R.S. 39:1310-1311 requires, among other things, that the police jury amend an individual fund's budget when actual revenues and other sources to date plus projected amounts to year-end are failing to meet budgeted amounts by five percent or more and/or when actual expenditures and other uses to date plus projected amounts to year-end are exceeding budgeted amounts by five percent or more. The Turkey Creek fund budgeted revenues and other sources exceeded actual revenues by approximately 26%. Parish Equipment actual expenditures exceeded budgeted amounts by approximately 19%. The Courthouse Maintenance fund actual expenditures exceeded budgeted amounts by approximately 16%. The Fire District No.4 fund actual expenditures exceeded budgeted amounts by approximately 12%.

The police jury did not comply with the Local Government Budget Act. LSA-R.S. 39:1305(E) requires that in no event shall a budget be adopted proposing expenditures which exceed the total of estimated funds available for the fiscal year. The police jury adopted the criminal court fund for total expenditures that were greater than estimated funds available which left a budgeted deficit fund balance.

The police jury did not comply with the Local Government Budget Act. LSA-R.S. 39:1310(A) requires that in no event shall a budget amendment be adopted proposing expenditures which exceed the total of estimated funds available for the fiscal year. The police jury amended the general fund budget, Section 8 fund and the criminal court fund for total expenditures that were greater than estimated funds available which left a budgeted deficit fund balance.

Recommendation: Both management and the finance committee must have monthly financial statements with which to monitor and control expenditures. Because the police jury as a body is ultimately responsible for compliance with laws and regulations, the finance committee should take an active role in reviewing and monitoring financial activity and any budget deficiencies should be corrected.

**FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana**

**Schedule of Audit Findings (Continued)
For the Year Ended December 31, 2011**

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL
AWARD PROGRAMS AUDIT**

None

**FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana**

**Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2011**

10-1 Finding: The police jury did not comply with the Local Government Budget Act.

Recommendation: Budget comparisons should be monitored monthly to assure compliance with the Local Government Budget Act.

Status: The finding has not been corrected and is included in the current year Schedule of Audit Findings as Finding 11-01.

10-02 Finding: The police jury did not comply with the Public Bid Law.

Recommendation: In the future, the police jury should always advertise for bids for materials and supplies exceeding \$30,000 as prescribed by state law.

Status: The finding is no longer applicable.

OFFICERS:

President
Rickey Campbell
jurors@franklinparish.org

Vice President
Buddy Parks
jurors@franklinparish.org

Chaplin
James Harris
jurors@franklinparish.org



6558 MAIN STREET • WINNSBORO, LA 71295
PHONE (318) 435-9429 • FAX (318) 435-9420

OFFICERS:

Parish Superintendent
Greg Humphries
greg.tppj@bellsouth.net

Secretary Treasurer
Sam Wiggins
samwiggins@franklinparish.org

Director of Emergency Preparedness
Mitch Reynolds
mitchreynolds@franklinparish.org

February 15, 2012

Louisiana Legislative Auditors Office
Daryl Purpera, Legislative auditor
P.O. Box 94397
1600 North Third Street
Baton Rouge, LA 70804

Mr. Purpera,

I am writing in response to the findings of the FY2011 audit performed by Mary Jo Finley, CPA, Inc. finding 11-01 regarding non-compliance with the Local Government Budget Act. The Franklin Parish Police Jury Finance Committee and the Parish Treasurer will make an extra effort to monitor each fund every month to ensure proper adjustments are made in a timely manner.

Sincerely,


Rickey Campbell
Parish President

District 1
Rickey Campbell

District 2
K. W. "Buddy" Parks

District 3
James Harris

MEMBERS:
District 4
Troy Hendry

District 5
Leroy Scott

District 6
WH "Rawhide" Robinson

District 7
Joe Lewis